

Docket IT-5915

Schedule 21 a

## PENNSYLVANIA WATER &amp; POWER COMPANY

## Lower Development Study Expense Disallowed

(Job Order C-283-8)

<u>Particulars</u>	<u>Amount</u>	
<u>Expenses Disallowed</u>		
Legal Expenses		
Harmoff, Cook, Chestnut & Markel - Services	\$12,793.30	
Keech, Deming & Carman - Services in connection with controversy with Susquehanna Power Company	7,500.00	
Robert H. Anderson, Services re flooding agreement with Conowingo companies	400.00	
Hambright and Hambright, Searching titles of island properties	360.00	\$21,053.30
Consulting Engineers' Services		
Boyd Ehle, Services in connection with Conowingo job	1,687.50	
Charles B. Hawley & Company, Services in preparation of estimates of cost of flood gates for proposed Conowingo dam	485.44	
Sundry engineering services	100.00	2,272.94
Distribution of salaries and wages		12,223.36
Miscellaneous expenses, supplies and overheads		2,963.36
Interest		291.99
Total Expenses Disallowed		<u>\$38,804.95</u>

Note: The above expenses were incurred by Pennsylvania Water & Power Company in connection with the negotiation of a contract with The Susquehanna Power Company, The Susquehanna Electric Company and Philadelphia Electric Power Company covering annual compensation to be paid Pennsylvania Water & Power Company for loss of energy output and demand value due to the erection of a dam on the Susquehanna River below the Company's property thereby backing water into the Company's tailrace.

Additional expenditures of \$226.33 representing mainly instruments found in the physical inventory have been allowed as a plant cost.

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## PENNSYLVANIA WATER &amp; POWER COMPANY

Schedule 21b

Analysis of Job Order M-387, Lancaster Office Expense  
And Job Order M-388, Flowage Basin

Particulars	1926 (1)	1927 (2)	1928 (3)	1929 (4)	1930 (5)	Total (6)	Allowed (7)	Disallowed (8)
<b>Job Order M-387 - Lancaster Office Expense</b>								
Lancaster Office Expenses	\$5,151.51	\$5,588.68	\$5,699.60	\$5,857.95	\$-	\$22,300.74	\$	\$22,300.74
Salary of M. E. Bushong (Part Only)	2,011.67	2,000.00	3,000.00	3,000.00	-	10,011.67		10,011.67
Services of Sundry Persons (Duties not Stated)	70.00	1,830.00	50.00	60.00	-	2,010.00		2,010.00
Title Searches, Recording and Sundry Expenses	196.36	1,812.80	1,563.22	361.75	125.00	4,059.13	4,059.13	
Liability Insurance	114.32	126.79	138.16	138.66	-	518.23		518.23
Distribution of Suspense Accounts	560.83	927.61	599.98		-	2,088.42		2,088.42
Property Purchased, Later Transferred to Safe Harbor Water Power Corporation		5,105.31			(5,105.31)	-		
<b>Total</b>	<b>18,137.69</b>	<b>17,391.19</b>	<b>11,051.26</b>	<b>9,418.36</b>	<b>(4,980.31)</b>	<b>41,018.19</b>	<b>4,059.13</b>	<b>36,959.06</b>

## Description of Job as Shown on Job Order Estimate

"This covers salaries, office expenses, and the regular current expenses in connection with the Lancaster office, and including the regular activities of that office. It is not to include charges on specific jobs, such as purchases of real estate, etc., which will be covered by job numbers authorized therefor."

"Refer to letter of Jan. 18, 1926 - J.A.W. to J.L.R."

## Job Order M-388 - Flowage Basin

Services of Sundry Persons (Duties not Stated)	\$1,555.00	\$2,005.00	\$4,065.00	\$2,530.00		\$10,155.00	\$	\$10,155.00
Traveling Expenses of J. A. Walls re Conowingo Contract	296.51					296.51		296.51
Automobile Repairs	28.83					28.83		28.83
Distribution of Suspense Accounts	291.40	100.87	225.06			617.33		617.33
Purchase Price of G. B. Willson Property		10,000.00				10,000.00	10,000.00	
<b>Total</b>	<b>\$2,171.74</b>	<b>\$12,105.87</b>	<b>\$1,290.06</b>	<b>\$2,530.00</b>		<b>\$11,077.67</b>	<b>\$10,000.00</b>	<b>\$11,077.67</b>

## Description of Job as Shown on Job Order Estimate

"This will comprise special expenditures in connection with flowage basin, exclusive of specific jobs in connection therewith, such as purchases of real estate, etc., which will be covered by the job numbers authorized therefor."

"Refer to letter of Jan. 18, 1926 - J.A.W. to J.L.R."

( ) Denotes credit



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Schedule 22

## PENNSYLVANIA WATER &amp; POWER COMPANY

Expenditures for Erection, Renewal and Testing of Flashboards  
on the Dam Charged to Plant Account  
Years 1911 to 1921, Inclusive

Year	Job or Estimate No.	Total Amount (1)	Allowed (2)	Disallowed (3)
1911	C-12	\$18,784.44	\$18,784.44	\$
1912	C-12	13,979.06	13,979.06	
1913	C-12	5,924.71		5,924.71
1914	C-12	2,468.96		2,468.96
1916	Est. 626	16,845.54		16,845.54
1917	C-51	\$10,896.18		
	Various	155.54		
		11,051.72		11,051.72
1918	C-51	3,826.22		3,826.22
1919	C-51	3,209.44		3,209.44
1920	C-51	1,466.02		1,466.02
1921	C-51	168.45		168.45
	Totals	\$77,724.56	\$32,763.50	\$ 44,961.06

Note: In the latter part of 1911 a complete system of flashboards was erected on the dam and tested. Minor improvements and additional tests were made in 1912 and the flashboards placed in operation. A large part of the expenditures in 1912 and all the expenditures in 1913 and 1914 were in connection with the renewal of flashboards and pins, and testing to improve operating conditions. The expenditures from 1916 through 1919 were largely in connection with experimental swing gates which were used to replace the conventional type flashboards at various times along a portion of the crest of the dam. These experimental gates proved a failure and were completely abandoned in 1919.

The flashboards were in operation from 1912 through 1914. They were not erected in 1915 because of a restraining injunction secured by a river property owner. This injunction was extinguished in March 1916 by the purchase of the property, but the flashboards were not replaced until July 1917. The flashboards have been in use each year since that date.

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PENNSYLVANIA WATER & POWER COMPANY  
Stock Issue Expense Charged to Plant Account  
Years 1923 to 1935 Inclusive

Schedule 23

Particulars	1923 (1)	1924 (2)	1925 (3)	1926 (4)	1927 (5)	1928 (6)	1929 (7)	Total (8)	Allowed (9)	Disallowed (10)
<b>EXPENSES IN CONNECTION WITH AUTHORIZATION FOR INCREASE IN CAPITALIZATION</b>										
Pennsylvania Bonus Tax	\$ 2,176.00	3,256.34					\$ 1,261.80	\$ 6,694.14	\$ 6,694.14	
Documentary Stamps	739.65	188.15			382.90		1,766.40	3,377.40		3,377.40
Filing Fees in Connection with Increase in Stock	56.00	15.00		30.00	15.00		5.00	121.00		121.00
Advertising Stockholders' Meetings	24.04			557.82				621.86		621.86
Simpson, Thacher & Bartlett:										
Legal Services in Connection with Increase in Capital Stock and Listing Stock on Philadelphia, Baltimore, Montreal and London Stock Exchanges	2,500.00							2,500.00		2,500.00
Legal Services and Expense in Connection with Authorization for Issue of Preferred Stock				5,207.32				5,207.32		5,207.32
Printing and Issuing Proxies and Notices				222.55				222.55		222.55
Total	5,495.69	3,759.79	-	6,057.69	387.90	-	3,033.20	18,744.27	6,694.14	12,050.13
<b>EXPENSES IN CONNECTION WITH SALE AND ISSUANCE OF CAPITAL STOCK, ETC.</b>										
Fees for Listing Stock on Baltimore, Philadelphia, Montreal and London Stock Exchanges	200.00	200.00				200.00	100.00	700.00		700.00
Aldred & Company - Services and Expenses in London Covering New Stock Issues	596.53	532.12			248.00			1,376.95		1,376.95
Fidelity Trust Company - Services in Connection with Subscriptions to Capital Stock	3,000.00	3,027.80			2,054.60			8,082.40		8,082.40
Simpson, Thacher & Bartlett:										
Legal Services re Proposed Issue of Preferred Stock	500.00							500.00		500.00
Legal Services in Connection with Subscriptions to and Sale of Capital Stock		500.00			4,500.00	1,000.00	750.00	6,750.00		6,750.00
Cook-Marshall - Legal Services Regarding Requirements of Regulatory Bodies						100.00		100.00		100.00
Auditing Fee for Preparing Registration Statement and Application to the Pennsylvania Public Service Commission in Connection with Sale of Preferred Stock						4,861.50		4,861.50		4,861.50
Expenses of Company Employees Assisting in Preparing Registration Statement and Application						1,597.82		1,597.82		1,597.82
Fee for Filing Application for Approval to Issue Preferred Stock (Pennsylvania Public Service Comm.)					10.00	1,723.99	35.33	1,769.32		1,769.32
White, Weld & Company - Services in Connection with Sale of 17,664 Shares Preferred Stock							30,912.00	30,912.00		30,912.00
Aldred & Company - 1/2% Commission on Sale of 17,664 Shares of Preferred Stock at \$99.50							8,787.84	8,787.84		8,787.84
Printing Subscription Warrants and Notices	979.00	1,030.25			672.84			2,682.09		2,682.09
Printing Stock Certificates	302.50			930.00	575.00	(920.00)		877.50		877.50
Printing Circulars and 1932 Report					192.94			192.94		192.94
Miscellaneous - Stationery, Ledgers, Postage, etc.	165.54	132.57	1.67		280.95	228.40	13.50	1,122.63		1,122.63
Total	6,043.57	5,723.04	1.67	930.00	8,834.33	5,781.71	40,598.67	70,912.99	-	70,912.99
Total Stock Issue Expense	11,539.26	9,482.83	1.67	6,987.69	9,232.23	8,781.71	43,631.87	89,657.26	6,694.14	82,963.12

( ) Denotes credit.



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## PENNSYLVANIA WATER &amp; POWER COMPANY

Schedule 21

Holtwood Power Company Organization Expense  
Charged to Plant Account During 1924 and 1925

Account No.	Particulars	1924 (1)	1925 (2)	Total (3)	Allowed (4)	Disallowed (5)
EA 1	<u>Promotion</u>					
	Lancaster Office Expense					
	M. E. Bughong, Salary June 1924 to Dec. 1925	\$ 4,125.01	\$ 8,000.00	\$12,125.01		\$12,125.01(a)
	Office Salaries, Expenses and Traveling, June 1924 to Jan. 1925 and March 1925 to Dec. 1925	2,512.07	5,515.82	8,027.89		8,027.89(a)
	Record Books, Stationery and Printing	283.51	29.00	312.51	312.51	
	Sundry Advertising, Recording Deeds, etc.	124.95	71.76	196.71	196.71	
	Total Promotion	7,045.54	13,616.58	20,662.12	509.22	20,152.90
EA 2	<u>Incorporation Fees</u>					
	Pennsylvania Bonus Tax	4,983.34		4,983.34	4,983.34	
	Documentary Stamps	750.00		750.00	750.00	
	Directors Fees	210.00		210.00	210.00	
	Filing Fees	85.00	106.40	191.40	191.40	
	Miscellaneous	66.38		66.38	66.38	
	Total Incorporation Fees	6,094.72	106.40	6,201.12	6,201.12	-
EA 3	<u>Counsel Fees</u>					
	John E. Malone, Professional Services					
	January 1, 1924 to July 1, 1925	7,500.00	5,000.00	12,500.00	12,500.00	
	William S. Haskell, Professional Services in Preparing Proposed Contract for Steam Generated Electric Service	310.00		310.00	310.00	
	Stewart & Gerber - Legal Opinion on Auxiliary Steam Plant, Purchase of Power and Guarantee of Bonds	300.00		300.00	300.00	
	J. M. Groff, Legal Services July 1, 1924 to July 1, 1925	1,000.00	1,000.00	2,000.00		2,000.00(b)
	S. R. Zimmerman, Legal Services to December 31, 1924	2,500.00		2,500.00		2,500.00(b)
	Simpson, Thacher & Bartlett, Legal Services in Connection with Organization, Financing, Proposed Contract with Pennsylvania Water & Power Company, Preparing Mortgages, etc. 6,171.18			6,171.18	3,070.59	3,070.59(c)
	Lancaster Office Expense, Salaries and Traveling during February 1925		189.85	189.85		189.85(a)
	Notary Fee		.75	.75	.75	
	Total Counsel Fees	17,751.18	6,190.60	23,941.78	16,181.34	8,060.44
	Total Organization Expenses	\$30,891.44	\$20,213.58	\$51,105.02	\$22,891.68	\$28,213.34

(a) Lancaster office expenses have been disallowed as properly chargeable to operations of Pennsylvania Water &amp; Power Company.

(b) No explanation of these payments appeared on the vouchers, but we were informed by Mr. Wetzell, of the Company's budget department, that these lawyers were engaged during this period in negotiating the renewal of Pennsylvania Water &amp; Power Company's power contract with Edison Electric Company of Lancaster, Pennsylvania.

(c) Half of Simpson, Thacher &amp; Bartlett's bill has been disallowed as applicable to financing activities.

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Schedule 25  
Sheet 1 of 3

## PENNSYLVANIA WATER &amp; POWER COMPANY

## Miscellaneous Eliminations from Plant Account

Job Order	Description	Year	Amount
<u>Pennsylvania Water &amp; Power Company</u>			
Holtwood Substation Account			
K-1216	Loss on sale of portion of Lancaster Line	1933	\$ 3,148.13
General Hydraulics Account			
-	Periodic painting of head gates	1914	92.73
Power House Machinery Account			
C-42	Rebuilding control battery	1917	1,472.56
C-84	Educational course	1918-1922	700.45
C-314	Welding equipment for repairing turbine runners	1925	606.77
M-376	Operating engineering	1925	2,969.91
M-377	Maintenance engineering	1925	3,138.26
M-378	Test engineering	1925	2,800.80
C-805	Carrier current equipment not removed from plant account when sold to Pennsylvania Power & Light Company	1929	383.26
C-1216	Loss on sale of portion of Lancaster Line	1933	2,637.05
-	Replacement of 8 temperature coils	1919	124.64
-	Replacement of chain for ventilating fan	1919	211.05
-	Re-installation of bath tub	1919	6.25
-	Expense in connection with N.E.L.A. meeting	1921	93.29
Miscellaneous Holtwood Construction Account			
	Operating expense of employees' club house	1915	534.15
Property and Riparian Rights Accounts			
	Write down book value of investment in subsidiary pole line companies upon merger	1910	1,000.00
York Transmission Line Account			
K-1216	Loss on sale of portion of Lancaster Line	1933	661.90
	Change transformer bushings from 73 kv to 88 kv.	1936	1,765.61
Lancaster Transmission Line Account			
C-276.1	Taxes, insurance, fertilizer, etc. properly chargeable to maintenance	1924	1,358.31
K-1216	Profit on sale of portion of Lancaster Line	1933	(4,177.08)
Coatesville Transmission Line Account			
H-287	Moving transformer from Violet Hill Substation to Newlinville for sale	1925	3,693.62
K-1216	Loss on sale of portion of Lancaster Line	1933	223.56



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## PENNSYLVANIA WATER &amp; POWER COMPANY

## Miscellaneous Eliminations from Plant Account

<u>Job Order</u>	<u>Description</u>	<u>Year</u>	<u>Amount</u>
<b>Baltimore Transmission Line Accounts.</b>			
C-344	Right-of-way investigation on Gunpower Transmission Line (right-of-way not acquired)	1927	\$ 76.68
-	Par value of original issue of Susquehanna Transmission Company of Pennsylvania Capital Stock, erroneously charged to plant account	1910	500.00
-	Original subscription to capital stock of predecessor pole line companies erroneously credited to plant account	1911	(1,000.00)
<b>Westport Transmission Line Account</b>			
C-1311	Tax adjustment in connection with sale of excess land	1934	6.88
<b>Office Furniture Account</b>			
-	Office supplies - Baltimore	1936	30.55
<b>Steam Station Accounts</b>			
C-443	Maintenance expense included in charge to plant	1927	14.27
<b>Miscellaneous</b>			
-	Exchange transfer fee, Bank of Scotland	1910	.30
-	Bond issue expense - 1914	1914	3,255.06
-	Counsel fee for examining mortgage	1917	30.00
-	Printing Annual Report	1912	167.50
-	Sundry taxes and expenses paid for associated companies	1913-1914	414.93
-	Discount on water bill	1912	(3.13)
-	Discount on taxes	1912	(27.55)
-	Discount on bonds purchased for Sinking Fund	1915	(5,500.00)
-	Interest received on Conowingo Land Company mortgage	1910	(8,125.00)
-	Dividends received on Consolidated Gas, Electric Light and Power Company of Baltimore Preferred Stock	1910	(60,000.00)
<b>Total Pennsylvania Water &amp; Power Company</b>			<u>(46,694.29)</u>

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PENNSYLVANIA WATER & POWER COMPANY  
Miscellaneous Eliminations from Plant Accounts

<u>Job Order</u>	<u>Description</u>	<u>Year</u>	<u>Amount</u>
<u>Susquehanna Transmission Company of Maryland</u>			
Baltimore Transmission Line Accounts			
C-344	Right-of-way investigation on Gunpowder Transmission Line (right-of-way not acquired)	1927	311.06
-	Par value of original issue of Susquehanna Transmission Co. of Maryland Capital Stock erroneously charged to plant account	1910	500.00
-	Loss on sale of Rever property	1926	126.30
-	Loss on sale of Shriver property	1931	12.45
-	Cut-off parcel of land sold to Frederick Smith (no record of sale credit)	1910	1.00
-	Profit on sale of Rever property	1920	(1,239.87)
-	Correction of price at which insulators were returned to stores	1917	(1,083.85)
-	Original subscription to capital stock of predecessor pole line companies erroneously credited to plant account	1911	(1,000.00)
-	Profit on sale of Erdman Avenue land to city	1931	(202.27)
Highlandtown Substation Building Account			
C-879	Profit on sale of land to city	1930	(380.78)
Highlandtown Substation Machinery Account			
-	Lessons in electricity	1921	6.00
-	Freight on transformers	1915	26.02
-	Educational course	1919	28.14
-	Shawinigan Electro-Products Company furnace tests	1919	35.40
C-135	Tests on Pratt Street cables	1920	477.96
C-755	Engineering study on reactors for transformers	1932	81.60
-	Profit on sale of Pratt Street cables	1928	(10,612.48)
Ellicott City-Washington Transmission Line Account			
C-747	Profit on sale of Hanna M. Preston property (outside project boundary)	1934	(476.58)
Total Susquehanna Transmission Company of Maryland			(13,389.90)
Total Miscellaneous Eliminations			\$(60,084.19)

( ) Denotes credit.



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Schedule 26  
Sheet 1 of 2

## PENNSYLVANIA WATER &amp; POWER COMPANY

Plant Additions Charged to Operating or Maintenance  
Expense on the Books

Job Order or Maintenance Account No.	Description	Year	Amount
R-4131	Labor and material to make up 12 sets of ground clamps	1920	\$ 284.53
C-512	Additions to operating room lighting at Highlandtown Substation	1926	368.45
C-365	Permanent lighting for hydro bench board at Holtwood	1927	1,960.74
C-525	New connections to new city sewer line at Highlandtown Substation	1927	652.98
C-546	Install safety platforms in #1 and #2 drainage pump sump pits	1927	117.12
K-547	Purchase of new Vulcan steam locomotive	1927	7,602.20
C-568	Install control circuit for forebay gauge	1927	212.62
C-697	Installation of submerged greasing system to #13 Exciter turbine	1928	339.41
C-767	Foundation for bungalow #22A	1928	171.88
M-1001	Coal chute to #1 dryer furnace	1928	778.63
R-4531S	Watt-hour meter	1928	37.47
R-4131	Vacuum cleaner	1928	70.89
R-4131	Portable ammeter	1928	81.20
C-452	Priming pump for circulating water system	1928	2,221.80
C-454	Priming tank	1928	961.10
C-457	Addition of Hays recording meters for boilers 1, 2, and 3	1928	1,080.60
C-459	Install current transformers and relays on boiler room switchboard	1928	849.27
K-544	Paving #9 tailrace bay	1928	41,668.25
K-569	Watt-hour meter terminal blocks for current and potential transformer leads	1928	133.85
C-572	Ladders for river crossing and B. & O. towers	1928	416.24
C-598	Modification of steel bus feeders	1928	3,066.22
C-599	Voltmeter and audibility meter	1928	45.33
C-605	Install oil gauges on permanent oil filter drums	1928	32.50
C-604	Installation of electric circuit for tailrace recording gauge	1928	205.50
C-617	Installation of fire alarm siren	1928	844.48
C-622	Installation of smoke indicator	1928	137.99
C-623	Installation of ladders for top section of river crossing towers	1928	127.72
C-628	Ammeter and wattmeter for testing #5 transformer at Holtwood	1928	204.14

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## PENNSYLVANIA WATER &amp; POWER COMPANY

Plant Additions Charged to Operating or Maintenance  
Expense on the Books

Job Order or Maintenance Account No.	Description	Year	Amount
C-460	Vacuum heating pump	1929	\$ 1,211.15
M-611	Haskell current meter wheels and bearing housing for hydraulic tests on pumps and turbines at Holtwood	1929	222.50
K-778	Install pipe and fittings for ven to heater return connections to vacuum pump	1929	336.12
C-814	WEMCo Klydonograph and Locke insulators used for lightning investigations on York circuit	1929	505.50
R-412	Telescoping towers and platforms	1929	659.76
R-3033	Installation of 6 Foxboro thermometers	1930	238.64
R-3038	Geared pipe threader, power drive and threading device	1930	499.92
R-3035	Addition of two CV relays	1930	68.64
R-4435-S	Addition of B. & D. grinder and pedestal	1930	70.00
M-918	Installation of close off gates on discharge side of No. 1 and 2 bucket elevators	1931	443.87
M-920	Coal chute to No. 2 dryer furnace	1931	337.16
M-1043	Ladder to circulating water screen operating platform	1931	268.98
-	Fire extinguishers for Mill House	1931	355.00
R-3035	Vacuum cleaner and accessories	1931	431.25
R-3038	Internal-external grinder for #16 Greaves Klusman lathe	1931	233.00
-	Addition of pressure regulator	1933	135.83
R-3035	Installation of one magnetic switch in the field circuit breaker circuit for each of the 25 volt generators	1934	337.41
-	Two pull lift hoists	1935	115.61
-	One rotary condenser tube cleaner	1935	49.84
R-4435-S	Three WEMCo current transformers	1936	273.51
M-1500-H	Addition of potheads	1936	274.22
M-1500-H	Two Sturtevant dryers	1936	712.80
M-1500-S	Construction of barge	1936	617.54
R-412	Lux fire extinguisher	1936	47.78
-	Safety devices for gasoline handling on dredge	1936	105.84
-	Miscellaneous equipment charged to maintenance	1935-1936	3,660.95
Total			<u>\$76,915.93</u>



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Schedule 27

## PENNSYLVANIA WATER &amp; POWER COMPANY

Excess Cost of Property Acquired by Susquehanna Transmission Company  
of Maryland from The Baltimore Electro Alloys Company, an  
Associated Company

Acres	Amount	Total
(1)	(2)	(3)

Cost of Property to The Baltimore Electro  
Alloys Company

Property purchased from Consolidated Gas  
Electric Light & Power Company

June, 1915, Vo. 1, Land in fee	1.000	\$ 4,000.00	
Jan., 1917, Vo. 1893, Land in fee	.941	<u>4,234.50</u>	

\$ 8,234.50

Property purchased from Howard Jackson  
June, 1918, Vo. 4255, Land in fee  
Oct., 1918, Vo. 4617, Title exam'n

June, 1918, Vo. 4255, Land in fee	2.477	22,538.35	
Oct., 1918, Vo. 4617, Title exam'n		<u>176.75</u>	
		22,715.10	

Less portion sold to Williamson  
Veneer Company

December, 1919 (Journal page 109)

Sales Price \$8,059.73

Average Cost (\$9,170.40 per acre) .670

6,144.18
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16,570.92

Total Cost

3.148

24,805.42

Amount Recorded in Plant Account by Susquehanna  
Transmission Company of Maryland upon acquisition  
of above property in December 1931

Par Value of capital stock issued to Penn-  
sylvania Water & Power Company as per  
contract dated December 15, 1931

50,000.00

Excess of recorded cost over original  
cost as at January 1, 1937

25,194.58

Less adjustment to correct entry recording  
sale of a portion of the tract to  
Schluderberg-Kurdle Company in 1937  
(J. O. B-1700)

Sales price credited to plant account  
on books

4,500.00

Average Cost (\$9,170.40 per acre)

.377

3,457.25

Excess amount credited to  
plant account

1,042.75

Excess of recorded cost over  
original cost as at December  
31, 1945

\$24,151.83

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Appendix 1

## PENNSYLVANIA WATER &amp; POWER COMPANY

## McCall Ferry Power Company

Statement of Cash Receipts and Disbursements  
For the Period from April 14, 1905 to July 17, 1909Sources of Funds

Received from Susquehanna Contracting Company	
Agreement of June 13, 1905	\$5,660,000.00
Loan of July 30, 1908	130,000.00
Agreement of October 20, 1908	<u>62,000.00</u>
	\$ 5,852,000.00
Interest earned on Bank Balances	<u>19,603.52</u>
Total Receipts	<u><u>\$ 5,871,603.52</u></u>

Disbursements of Funds

Construction Expenditures and Overheads	
Per Books	\$5,323,785.78
Advances to McCall Ferry Supply Company	36,000.00
Capital Stock of McCall Ferry Supply Company	500.00
Advance to Willis & Homer	<u>567.15</u>
	\$ 5,360,853.23
Advances to Susquehanna Pole Line Company (For purchase of right of way)	100,134.91
Stock of Material and Supplies	35,019.16
Interest Paid on First Mortgage 5% Bonds	
To Susquehanna Contracting Company	10,825.00
To Others	<u>84,875.00</u>
	95,700.00
Total Disbursements	<u><u>\$ 5,591,707.30</u></u>

Cash Balance July 17, 1909

Knickerböcker Trust Company - Railroad	
Relocation Deposit	\$ 250,000.00
Cash in Banks	28,604.71
Petty Cash Funds	<u>1,291.51</u>
	<u><u>\$ 279,896.22</u></u>



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Appendix 2

## PENNSYLVANIA WATER &amp; POWER COMPANY

McCall Ferry Power Company  
Balance Sheet as at July 17, 1907

Assets and Other Debits

Properties, Stocks, Franchises and Contracts		\$11,199,500.00
Construction Expenditures and Overheads		
Per Detail Accounts	\$5,323,785.78	
Advances to McCall Ferry Supply Company	36,000.00	
Capital Stock of McCall Ferry Supply Company	500.00	
Advance to Willis & Homer	567.45	
		\$ 5,360,853.23
Interest		
Interest on First Mortgage 5% Bonds	1,647,958.54	
Less - Interest received on Bank Balances	19,603.52	
		1,628,355.02
Advances to Susquehanna Pole Line Company (For purchase of right of way)		100,134.91
Stock of Material and Supplies		35,019.16
Knickerbocker Trust Company - Railroad		
Relocation Deposit		250,000.00
Cash in Bank and on Hand		29,896.22
Total Assets and Other Debits		<u>\$18,603,758.54</u>

Liabilities and Other Credits

Capital Stock		
5% Preferred Stock - 41,165 shares		
\$100 par value	\$4,116,500.00	
Common Stock - 50,000 shares, \$100 par value	5,000,000.00	
		\$ 9,116,500.00
First Mortgage, 30 years, 5% Bonds dated June 15, 1905		9,027,000.00
Accrued Interest on First Mortgage Bonds		460,258.54
Total Liabilities and Other Credits		<u>\$18,603,758.54</u>

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Appendix 3

## PENNSYLVANIA WATER &amp; POWER COMPANY

Susquehanna Contracting Company  
Statement of Cash Receipts and Disbursements  
For the Period from ~~March~~ 15, 1905 to July 17, 1909Sources of Funds

Capital Stock Subscriptions		500.00
Payments Received from Subscribers to McCall Ferry Power Company First Mortgage 5% Bonds		2,817,900.00
Loans from Knickerbocker Trust Company		4,449,600.00
Loans from Syndicate Participants		
Harvey, Fisk & Sons	\$ 100,000.00	
Lee, Higginson & Company	100,000.00	
Bertron, Storrs & Griscom	100,000.00	
C. A. Coffin	100,000.00	400,000.00
Cash Received from McCall Ferry Power Company in partial payment of Interest due Dec. 15, 1905 on its First Mortgage 5% Bonds		10,825.00
Interest Received on Bank Balances		15,739.68
Total Receipts		<u>\$7,694,564.68</u>

Disbursement of Funds

Cash Paid to McCall Ferry Power Company		
Under agreement of June 13, 1905	5,660,000.00	
Loan of July 30, 1908	130,000.00	
Under agreement of October 20, 1908	62,000.00	\$5,852,000.00
Cash Paid for acquisition of Real Estate Flowage Rights, etc.		
For Property subsequently transferred to McCall Ferry Power Company		
Under agreement of June 15, 1905	\$1,007,761.22	
Under agreement of October 20, 1908	55,853.00	1,063,614.22
For Property subsequently transferred to Bondholders' Committee		
Conowingo Land Company Mortgage	27,621.57	1,091,235.79
Interest Paid		
Interest at 5% to Nov. 1, 1908 due Deferred Bond Subscribers (Applied in reduction of loan from Knickerbocker Trust Company	74,366.00	
Interest at 6% to Nov. 1, 1908 paid on Knicker- bocker Trust Company Loans	487,843.94	

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Appendix 3  
(Cont'd)

## PENNSYLVANIA WATER &amp; POWER COMPANY

Susquehanna Contracting Company  
Statement of Cash Receipts and Disbursements  
For the Period from May 15, 1905 to July 17, 1909

Disbursement of Funds (Cont'd)

Interest Paid (Cont'd)		
Commission at 3% paid on Knickerbocker Trust Company Loans to Nov. 1, 1908	\$ 67,230.00	
Interest at 3% to Feb. 1, 1908 on payments received from Non-Deferred Subscribers to McCall Ferry Company First Mortgage Bonds	114,767.10	\$ 744,207.04
Miscellaneous Expenses		
Compensation of Officers, Jan. 1, 1907 to July 1, 1909	2,250.00	
Attorney's Fees	2,500.00	
Printing and Stationery	332.54	5,082.54
Total Disbursements		\$7,692,525.37
Cash Balance July 17, 1909		\$ 2,039.31



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Appendix 1

## PENNSYLVANIA WATER &amp; POWER COMPANY

Susquehanna Contracting Company  
Balance Sheet as at July 17, 1909Assets and Other Debits

Securities and Contracts, Note (a)	\$8,119,985.79
Cash	2,039.31
Interest Paid, Note (b)	
Knickerbocker Trust Company	
Loan - Interest	\$487,843.94
Knickerbocker Trust Company	
Loan - Commission	67,230.00
Non-Deferred Bond Subscriptions	<u>114,767.10</u>
	669,841.04
Expenses Paid	<u>5,082.54</u>
Total Assets and Other Debits	<u>\$8,796,948.68</u>

Liabilities and Other Credits

Capital Stock	500.00
Loans Payable	
Knickerbocker Trust Company, Note (b)	4,375,234.00 (c)
Syndicate Participants	400,000.00
Payments Received from Subscribers to McCall Ferry Power Company 5% Bonds	2,817,900.00 (c)
Interest Income on McCall Ferry Power Co. 5% Bonds	1,187,575.00
Interest Received on Bank Balances	<u>15,739.68</u>
Total Liabilities and Other Credits	<u>\$8,796,948.68</u>

## Notes -

## (a) Summary of Securities and Contract Account -

Purchase of Properties	\$1,091,235.79
Cash Paid to McCall Ferry Power Company	5,852,000.00
Unpaid Interest on McCall Ferry Power Co. Bonds	<u>1,176,750.00</u>
	<u>\$8,119,985.79</u>

(b) Interest payment of \$74,366.00 due to Deferred Bond Subscribers at November 1, 1908 was applied as a reduction of the Knickerbocker Trust Company Loan.

(c) The Knickerbocker Trust Company Loan has been reduced by \$14,400 and Payments from Subscribers increased by the same amount to record the change of F. L. Eldridge's subscription from deferred to non-deferred.

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Appendix 5

## PENNSYLVANIA WATER &amp; POWER COMPANY

J. E. Aldred, Receiver  
 Balance Sheet as at December 31, 1909, as Adjusted\*

Assets and Other Debits

Utility Plant		
Construction Expenditures and General Overheads	\$ 405,327.30	
Less Net Interest Received	<u>9,627.14</u>	\$ 395,700.16
Other Assets		
Cash in Bank and on Hand		155,503.61
Cash Deposit for Railroad Relocation		151,410.44
Accounts Receivable		1,192.58
McCall Ferry Power Company Securities Reacquired		51,540.00
Material and Supplies		<u>14,854.39</u>
Total Assets and Other Debits		<u>\$ 770,201.18</u>

Liabilities and Other Credits

Cash and Materials Taken Over from McCall Ferry Power Company		
Cash in Banks and on Hand July 17, 1909	\$ 29,765.23	
Cash Deposit for Railroad Relocation	250,000.00	
Material and Supplies, etc.	<u>13,576.69</u>	\$ 293,341.92
Cash Advances Received from Bondholders' Committee		450,000.00
Accounts Payable and Accrued Wages		26,625.78
Income Received from McCall Ferry Company		<u>233.48</u>
Total Liabilities and Other Credits		<u>\$ 770,201.18</u>

\* The book balances have been adjusted to record the uncollected balance of the Railroad Relocation Deposit at December 31, 1909, \$151,410.44, and sundry additional disbursements made, bank interest received and liabilities incurred prior to the transfer of the Receiver's funds to Pennsylvania Water & Power Company.

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Appendix

PENNSYLVANIA WATER & POWER COMPANY  
 Bondholders' Committee  
 Statement of Cash Receipts and Disbursements  
 For the Period From October 1909 to November 28, 1911

Sources of Funds

Proceeds of Committee's Notes Payable	\$1,100,000.00
Installments Received on Bond Subscriptions	1,999,000.00
Accrued Interest Received on Bonds to Date of Issue, Note (a)	8,405.50
Interest Received on Bank Balances	274.61
Total Receipts	<u>\$3,107,680.11</u>

Disbursement of Funds

Payment of Committee's Notes Payable	\$1,100,000.00
Advances to J. E. Aldred, Receiver	450,000.00
Cash paid to Pennsylvania Water & Power Company	979,305.24
Purchase of Susquehanna Contracting Company Notes Payable	
Principal amount of notes	400,000.00
Interest accrued at 6% (October 1908 to October 1909)	22,983.32
Foreclosure Expenses	14,845.61
Reorganization Expenses	78,932.92
Claims Against McCall Ferry Power Company Settled	57,849.14
Interest paid on Committee's Notes at 5% (Jan. 1 to Jan. 27, 1910)	3,763.88
Total Disbursements	<u>\$3,107,680.11</u>

Note (a) An additional \$4,533.90 of accrued bond interest was collected by the Bondholders' Committee and turned over to Pennsylvania Water & Power Company, but was not recorded on the Committee's books.



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## PENNSYLVANIA WATER &amp; POWER COMPANY

Exhibit No.  
Sheet 1 of 2CONDENSED CONSOLIDATED BALANCE SHEETS, PER-BOOKS (c)  
DECEMBER 31, 1910 TO DECEMBER 31, 1945, INCLUSIVE

## ASSETS AND OTHER DEBITS

Dec. 31	Electric Plant (1)	Work in Progress (a) (2)	Total Electric Plant (3)	Investment and Fund Accounts (4)	Current and Accrued Assets (5)	Restricted Assets (6)	Deferred Debits (b) (7)	Total (8)
1910	\$14,774,574.00	\$	\$14,774,574.00	\$1,027,520.00	\$ 135,064.38	\$	\$ 433,752.00	\$16,370,910.38
1911	15,491,027.03		15,491,027.03	136,303.33	172,933.90		453,244.53	16,253,508.79
1912	16,382,215.90		16,382,215.90	74,803.33	295,005.59		472,244.53	17,224,269.35
1913	17,206,113.56		17,206,113.56	99,803.33	262,045.21		528,371.03	18,096,333.13
1914	18,008,067.12		18,008,067.12	98,180.00	230,901.94		606,564.36	18,943,713.42
1915	18,044,286.30		18,044,286.30	881,532.91	262,470.26		816,407.10	20,004,696.57
1916	18,176,020.80		18,176,020.80	807,488.55	421,862.45		824,228.77	20,229,600.57
1917	18,464,052.13		18,464,052.13	1,349,438.00	412,729.29		825,528.77	21,051,748.19
1918	18,562,454.05		18,562,454.05	1,418,380.46	291,289.73		880,694.27	21,152,818.51
1919	18,674,021.87		18,674,021.87	1,300,630.46	448,975.49		880,694.27	21,304,322.09
1920	18,873,923.44		18,873,923.44	1,304,335.39	550,891.19		869,717.77	21,598,467.79
1921	19,016,779.37	12,686.16	19,029,465.53	1,303,102.80	618,759.55		880,731.72	21,832,059.60
1922	19,147,293.84	26,110.97	19,173,404.81	1,419,967.90	559,393.93		890,599.72	22,043,366.36
1923	19,218,282.31	3,586,181.51	22,804,463.82	1,373,028.32	1,615,919.10		1,121,300.37	26,914,711.61
1924	23,236,960.91	2,005,037.76	25,241,998.67	1,397,704.32	4,144,035.19		1,318,799.62	32,102,537.80
1925	27,689,963.95	348,523.81	28,038,487.76	1,431,429.44	1,850,340.49		1,325,318.20	32,645,575.89
1926	28,185,021.27	102,687.30	28,287,708.57	1,680,881.36	2,408,848.96		1,322,201.92	33,699,640.81
1927	28,434,821.24	196,217.22	28,631,038.46	2,114,742.09	2,413,837.02		1,174,657.07	34,334,274.64
1928	28,622,407.66	355,348.90	28,977,756.56	2,114,002.15	2,788,333.24		1,858,958.19	35,739,050.14
1929	28,897,638.65	842,856.60	29,740,495.25	3,020,703.15	2,271,092.72		1,862,480.39	36,894,771.51
1930	29,009,015.54	320,288.43	29,329,303.97	3,279,938.81	4,566,151.93		2,075,462.42	39,250,857.13
1931	30,922,198.10	1,403,286.57	32,325,484.67	4,869,382.99	3,989,981.67		1,728,102.59	42,912,951.92
1932	31,394,931.81	1,593,988.28	32,988,920.09	4,747,842.26	3,521,312.70		946,918.06	42,204,993.11
1933	31,861,786.42	1,474,844.89	33,336,631.31	5,659,534.39	3,865,165.44	479,022.95	889,144.09	44,229,498.18
1934	32,243,180.97	2,273,798.93	34,516,979.90	5,639,729.02	2,336,759.13	1,490,097.76	834,943.08	44,818,508.89
1935	33,845,702.98	934,606.90	34,780,309.88	5,650,245.70	4,985,839.84	1,480,097.76	778,064.86	47,674,558.04
1936	33,992,295.15	1,581,495.24	35,573,790.39	5,822,452.47	3,886,427.89	1,433,516.32	725,016.63	47,441,203.70
1937	36,583,736.39	456,891.82	37,040,628.21	5,783,988.87	2,941,788.15	1,319,183.13	803,286.06	47,888,874.42
1938	37,103,974.69	101,653.03	37,205,627.72	5,777,297.37	3,795,679.56	1,297,621.82	739,910.11	48,816,136.58
1939	37,312,226.17	292,879.96	37,605,106.13	5,679,836.13	4,081,717.93	1,266,050.45	833,537.93	49,466,248.57
1940	37,390,949.06	671,152.94	38,062,102.00	5,154,010.38	3,602,948.86	1,245,322.44	1,023,111.39	49,087,495.07
1941	37,647,335.76	737,159.35	38,384,495.11	5,155,153.35	4,084,451.87	149,186.12	805,478.53	48,578,764.98
1942	38,413,635.47	226,736.92	38,640,372.39	5,250,339.17	4,983,069.92		301,129.64	49,174,911.12
1943	38,479,090.01	226,552.02	38,705,642.03	7,669,055.92	3,862,345.38		14,918.77	50,251,962.10
1944	38,522,266.70	205,343.94	38,727,610.64	8,976,518.62	3,572,878.33		13,136.63	51,290,144.22
1945	38,586,428.16	237,361.79	38,823,789.95	9,376,509.04	3,498,461.53		18,899.17	51,717,659.69

## Notes:

- (a) Work in Progress was not segregated on the books prior to 1921.
- (b) The deferred debits for the years 1910 through 1931 represent discount, profit and loss, and expense on bond issues, which were carried in plant account on the books during that period. During 1931 and 1932 the entire amount was removed from plant account and charged to Unamortized Debt Discount and Expense Account and Miscellaneous Reserve Account.
- (c) The consolidation includes merged subsidiaries and Susquehanna Transmission Company of Maryland.



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## PENNSYLVANIA WATER &amp; POWER COMPANY

Sheet 2 of 2

CONDENSED CONSOLIDATED BALANCE SHEETS, PER BOOKS  
DECEMBER 31, 1910 TO DECEMBER 31, 1945, INCLUSIVELIABILITIES AND OTHER CREDITS

Dec. 31	Common Stock Outstanding (1)	Preferred Stock Outstanding (2)	Long-Term Debt Outstanding (3)	Current and Accrued Liabilities (4)	Deferred Credits (5)	Reserve for Depreciation (6)	Other Reserves (a) (7)	Earned Surplus (a) (8)	Total (9)
1910	\$ 8,455,400.00		\$ 7,465,000.00	\$ 450,510.38					\$16,370,910.38
1911	8,457,900.00		7,680,000.00	49,757.27					16,253,508.79
1912	8,495,000.00		7,880,000.00	441,098.29			30,000.00	35,851.52	17,224,269.35
1913	8,495,000.00		8,505,000.00	228,301.85		250,000.00	186,561.83	221,609.23	18,096,333.13
1914	8,495,000.00		9,176,000.00	439,844.37		250,000.00	600,000.00	18,031.28	18,943,713.42
1915	8,495,000.00		10,427,000.00	111,597.50		250,000.00	582,660.19	208.86	20,004,696.57
1916	8,495,000.00		10,371,000.00	254,926.73		400,000.00	700,000.00	21,099.07	20,229,600.57
1917	8,495,000.00		10,312,000.00	771,606.89		400,000.00	700,000.00	8,673.84	21,051,758.19
1918	8,495,000.00		10,657,000.00	302,906.40		400,000.00	1,067,000.00	6,141.30	21,051,748.19
1919	8,495,000.00		10,657,000.00	212,703.68		400,000.00	1,292,000.00	5,912.11	21,304,322.09
1920	8,495,000.00		10,571,000.00	335,837.54		400,000.00	1,537,000.00	2,618.41	21,598,467.79
1921	8,495,000.00		10,724,000.00	272,815.90		669,037.77	1,526,739.55	852.93	21,832,059.60
1922	8,495,000.00		11,039,000.00	226,771.55		1133,249.01	1,504,439.55	2,555.14	22,043,366.36
1923	9,769,300.00		13,878,000.00	744,678.60		985,104.20	1,296,539.55	951.06	26,914,711.61
1924	10,868,312.50		17,551,000.00	756,376.60		1,142,028.74	1,380,539.55	164.72	32,102,537.80
1925	10,868,312.50		17,450,000.00	869,047.09		1,312,800.72	1,610,539.55	3,508.43	32,645,575.89
1926	10,868,312.50		17,352,000.00	936,138.24		1,565,276.66	1,850,539.55	42,400.09	33,699,640.81
1927	10,868,312.50		17,256,000.00	905,949.80	10,277.78	1,869,104.23	2,564,539.55	109,546.29	34,334,274.64
1928	10,868,312.50		17,500,000.00	971,926.04		2,080,141.88	3,191,539.55	22,053.13	35,739,050.14
1929	10,868,312.50		17,404,000.00	1,207,073.45		2,307,352.18	3,741,539.55	349,919.87	36,894,771.51
1930	10,868,312.50		19,057,000.00	1,245,927.84		2,574,895.87	3,961,539.55	878,950.14	39,250,857.13
1931	10,868,312.50		22,462,000.00	1,006,075.91		2,875,440.89	2,861,539.55	2,342,636.35	42,912,951.92
1932	10,868,312.50		22,363,000.00	1,000,024.76		3,208,735.33	2,337,671.35	3,030,156.83	42,204,993.11
1933	10,868,312.50	373,327.50	22,228,000.00	2,253,108.48		3,550,495.70	2,300,180.77	2,122,979.38	44,229,498.18
1934	10,868,312.50	373,327.50	22,197,000.00	1,873,719.12		3,883,026.67	2,787,813.05	1,835,909.98	44,818,508.89
1935	10,868,312.50	2,130,895.50	22,133,000.00	2,088,551.88		4,241,747.37	3,149,840.84	2,114,561.56	47,674,558.04
1936	10,868,312.50	2,130,895.50	22,132,000.00	2,184,027.35		4,651,164.72	3,582,962.62	2,219,670.82	47,441,203.70
1937	10,868,312.50	2,130,895.50	22,055,000.00	2,266,589.97		4,853,039.87	2,583,626.62	2,689,301.86	47,888,874.42
1938	10,868,312.50	2,130,895.50	22,008,000.00	2,420,430.91		5,153,456.21	2,127,915.63	3,286,704.61	48,816,136.58
1939	10,868,312.50	2,130,895.50	21,862,000.00	2,336,566.03	81,465.58	5,593,538.01	2,055,805.22	3,739,154.44	49,466,248.57
1940	10,868,312.50	2,130,895.50	21,862,000.00	1,728,895.54	312,559.76	6,086,538.02	1,971,604.82	4,128,866.12	49,087,495.07
1941	10,868,312.50	2,130,895.50	21,657,000.00	1,764,978.42	298,426.70	6,440,271.52	1,397,757.03	4,346,803.22	48,578,764.98
1942	10,868,312.50	2,130,895.50	21,451,000.00	2,134,314.14	284,484.66	6,829,401.97	217,470.07	4,812,279.82	49,174,911.12
1943	10,868,312.50	2,130,895.50	21,238,000.00	2,139,171.60	270,634.03	7,363,780.45	75,276.74	4,866,847.13	50,251,962.10
1944	10,868,312.50	2,130,895.50	21,039,000.00	2,347,266.14	257,254.07	7,920,305.70	79,427.85	5,605,214.92	51,290,144.22
1945	10,868,312.50	2,130,895.50	20,833,000.00	2,288,555.44	243,963.79	8,463,859.25	80,871.68	6,102,685.08	51,717,659.69
						8,976,358.33	78,244.98	6,298,329.15	

Note (a): Until 1930 most of the available surplus was appropriated to various surplus reserves included in column 7.

Docket IT-9915

Exhibit No.

## PENNSYLVANIA WATER &amp; POWER COMPANY

ANALYSIS OF CONSOLIDATED SURPLUS ACCOUNT, PER BOOKS (b)  
FOR THE PERIOD FROM JANUARY 1, 1911 TO DECEMBER 31, 1945

Year	Net Income (1)	Income Adjustments (2)	Dividend Appropriations		Equalisation Reserves (5)	Sinking Fund Reserve (6)	Transfers to and from Reserves		Miscellaneous Reserve (7)	Reserve for Restricted Assets (8)	Reserve for Retirement Annuities (9)	Reserve for Debt Discount and Expense (10)	Miscellaneous Credits and (Charges) (Schedule) (11)	Surplus Balance December 31 (12)
			Common (3)	Preferred (4)			Miscellaneous Reserve (7)	Reserve for Restricted Assets (8)						
1911	\$ 66,200.63				\$( 30,000.00)								\$( 349.11)	\$ 35,851.52
1912	235,769.25				( 50,000.00)								( 11.54)	221,509.23
1913	132,662.41				( 256,100.36)	( 100,000.00)							( 140.00)	18,031.28
1914	411,977.58		( 339,800.00)		( 90,000.00)									208.86
1915	434,052.93		( 339,800.00)		( 73,164.57)								( 198.15)	21,399.07
1916	469,849.77		( 382,275.00)										( 100,000.00)	8,673.84
1917	697,717.46		( 424,750.00)		( 150,000.00)	( 75,000.00)							( 50,500.00)	6,141.30
1918	737,195.81		( 467,225.00)		( 150,000.00)	( 75,000.00)							( 45,500.00)	5,912.11
1919	766,406.30		( 509,700.00)		( 150,000.00)	( 75,000.00)							( 35,000.00)	2,618.41
1920	645,409.52	(305,260.45)(a)	( 552,175.00)		10,260.45								200,000.00	852.93
1921	671,352.21		( 594,650.00)			( 75,000.00)								2,555.14
1922	748,045.92		( 594,650.00)		( 80,000.00)	( 75,000.00)								951.06
1923	806,464.16		( 639,250.50)		( 93,000.00)	( 75,000.00)								164.72
1924	1,003,768.98		( 820,620.00)		( 130,000.00)	( 100,000.00)							50,194.73	3,508.43
1925	1,138,887.66		( 859,696.00)		( 140,000.00)	( 100,000.00)							( 300.00)	42,400.09
1926	1,226,799.95		( 859,696.00)		( 200,000.00)	( 100,000.00)							42.25	109,546.29
1927	1,325,318.82		( 967,158.00)		( 200,000.00)	( 100,000.00)							( 145,653.98)	22,053.13
1928	1,652,486.74		( 1,074,620.00)			( 100,000.00)	( 150,000.00)							349,919.87
1929	1,877,381.27		( 1,128,351.00)			( 100,000.00)	( 120,000.00)							878,950.14
1930	1,957,797.24		( 1,289,544.00)		( 400,000.00)	1,250,000.00	( 120,000.00)						65,432.97	2,342,636.35
1931	2,056,141.51	95,046.83	( 1,289,544.00)				( 100,000.00)						( 74,123.86)	3,030,156.83
1932	2,122,106.67	( 39,334.57)	( 1,289,544.00)				( 1,700,000.00)						( 405.55)	2,122,979.38
1933	2,105,419.73	( 18,961.08)	( 1,289,544.00)	( 16,873.28)			( 750,000.00)						( 317,110.77)	1,835,909.98
1934	2,138,217.22	160,069.11	( 1,289,544.00)	( 19,145.00)				( 642,802.53)					( 68,163.22)	2,114,561.56
1935	2,272,189.63	( 22,047.66)	( 1,397,006.00)	( 85,385.00)	72,051.41			10,000.00	( 750,000.00)				5,303.98	2,219,670.82
1936	2,177,939.56	( 4,677.71)	( 1,719,392.00)	( 107,465.00)	114,857.86			46,581.44					( 38,213.11)	2,689,301.96
1937	2,257,110.40	60,986.14	( 1,934,316.00)	( 107,465.00)	287,400.00			40,645.69					( 6,958.48)	3,286,704.61
1938	2,494,236.82	( 19,922.35)	( 1,934,316.00)	( 107,465.00)				21,561.31					( 1,644.95)	3,739,154.44
1939	2,173,843.17	17,419.14	( 1,719,392.00)	( 107,465.00)				31,571.57					( 6,265.00)	4,128,866.12
1940	2,115,500.70	( 7,851.02)	( 1,719,392.00)	( 107,465.00)				20,728.01					( 637,361.44)	4,346,803.22
1941	2,110,689.91	80,691.91	( 1,719,392.00)	( 107,465.00)				41,984.23					( 28,393.13)	4,812,279.82
1942	2,400,420.74	15,346.03	( 1,719,392.00)	( 107,465.00)				34,157.71			87,360.73		( 568,500.17)	4,866,847.13
1943	2,289,137.88	61,197.61	( 1,719,392.00)	( 107,465.00)									214,889.30	5,605,214.92
1944	2,335,510.33	( 2,892.02)	( 1,719,392.00)	( 107,465.00)									( 6,291.15)	6,102,685.08
1945	2,331,161.37	( 1.80)	( 1,719,392.00)	( 107,465.00)									( 308,658.80)	6,298,329.15
Totals	\$50,403,470.15	\$ 69,828.41	\$(36,022,910.50)	\$(1,196,053.28)	\$(1,707,692.21)	\$ 100,000.00	\$(2,940,000.00)	\$(395,572.77)	\$(662,639.27)	\$553,783.85	\$(1,903,885.23)			

Notes: (a) Detail of 1920 Income Adjustments

Additional federal income taxes 1917-18-19 \$106,222.66

Additional provision for depreciation 199,037.77

(b) The consolidation includes merged subsidiaries and Susquehanna Transmission Company of Maryland.

() denote debit to Surplus.



Docket IT-5915

## PENNSYLVANIA WATER &amp; POWER COMPANY

CONDENSED CONSOLIDATED INCOME STATEMENT, PER BOOKS (c)  
FOR THE YEARS 1911 TO 1945, INCLUSIVE

Year	Operating Revenue (a)	Operating Expenses	Revenue Deductions			Net Operating Income	Adjustments to Operating Income thru Reserves (b)	Net Operating Income per Books	Other Income	Gross Income	Income Deductions	Net Income Transferred to Surplus
	(1)	(2)	Depreciation Provision (3)	Taxes (4)	Total (5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
1911	\$ 385,294.11	\$ 63,898.37		\$ 5,060.93	\$ 68,959.30	\$ 316,334.81		\$ 316,334.81	\$ 130,991.02	\$ 447,325.83	\$ 381,125.00	\$ 66,200.83
1912	713,116.82	91,368.30		10,611.75	101,979.05	611,147.77		611,147.77	8,166.27	619,314.04	384,138.89	235,175.15
1913	784,252.60	107,394.84	150,000.00	9,652.83	267,047.67	517,204.93	19,337.79	536,542.72	23,224.56	559,767.28	407,104.87	152,662.41
1914	878,195.49	135,399.78		18,420.92	153,820.70	724,374.79	107,339.81	832,014.60	23,536.52	855,551.12	514,571.54	341,079.58
1915	1,113,076.92	145,180.87		31,226.70	176,407.57	936,669.35	( 56,000.00)	880,669.35	67,661.72	948,331.07	514,278.14	434,052.93
1916	1,292,023.77	175,312.86	150,000.00	42,606.40	367,919.26	924,104.51		924,104.51	66,895.26	990,999.77	521,150.00	469,849.77
1917	1,685,072.83	263,909.63		130,640.66	394,550.29	1,290,522.54	(142,000.00)	1,148,522.54	67,744.92	1,216,267.46	518,550.00	697,717.46
1918	1,640,804.64	286,175.88		142,173.99	428,349.87	1,212,454.77		1,212,454.77	43,380.91	1,255,835.68	518,339.87	737,495.81
1919	1,823,164.33	371,618.68		152,191.39	523,810.07	1,299,354.26	( 20,000.00)	1,279,354.26	19,902.04	1,299,256.30	532,850.00	766,406.30
1920	1,847,508.40	363,870.26	170,000.00	160,040.01	693,910.27	1,153,598.13		1,153,598.13	20,361.39	1,173,959.52	528,550.00	645,409.52
1921	1,836,726.31	429,637.27	170,124.66	166,200.00	765,961.93	1,070,764.38	97,300.00	1,168,064.38	28,226.03	1,196,290.41	524,938.20	671,352.21
1922	1,574,608.22	422,077.85	173,210.10	125,000.00	720,287.95	854,320.27	362,900.00	1,217,220.27	65,970.11	1,283,190.38	535,144.16	748,046.22
1923	1,942,790.56	444,203.55	175,410.11	150,200.00	769,813.66	1,172,976.90	84,000.00	1,256,976.90	97,637.26	1,354,614.16	548,150.00	806,464.16
1924	2,521,362.12	552,258.94	210,010.00	222,100.00	984,368.94	1,536,993.18		1,536,993.18	114,909.14	1,651,902.32	648,133.34	1,003,768.98
1925	3,104,702.37	755,625.35	260,225.00	308,680.77	1,324,531.12	1,780,171.25		1,780,171.25	160,486.27	1,940,657.52	801,769.86	1,138,887.66
1926	4,085,196.99	989,987.53	335,052.99	378,675.00	1,703,715.12	2,381,481.87	(414,000.00)	1,967,481.87	174,844.61	2,142,326.48	915,526.53	1,226,799.95
1927	4,283,087.15	1,191,053.11	339,393.65	412,954.20	1,943,400.96	2,339,686.19	(327,000.00)	2,012,686.19	222,906.95	2,235,593.14	910,274.32	1,325,318.82
1928	4,503,816.39	1,171,927.15	345,573.38	363,100.00	1,880,000.53	2,623,215.86	(300,000.00)	2,323,215.86	184,270.88	2,507,486.74	855,000.00	1,652,486.74
1929	4,529,041.70	1,302,073.93	352,101.64	384,000.00	2,038,175.57	2,490,866.13		2,490,866.13	226,715.14	2,717,581.27	840,200.00	1,877,381.27
1930	4,136,999.21	1,224,338.55	355,146.73	401,000.00	1,980,435.28	2,156,513.93	370,000.00	2,526,513.93	328,558.31	2,855,072.24	897,275.00	1,957,797.24
1931	4,684,282.87	1,184,088.63	358,406.52	425,271.13	1,967,766.28	2,716,516.59		2,716,516.59	379,787.42	3,096,304.01	1,040,162.50	2,056,141.51
1932	4,735,077.30	1,243,107.67	366,038.02	427,556.24	2,056,701.93	2,678,375.37	175,000.00	2,853,375.37	330,631.30	3,184,006.67	1,061,900.00	2,122,106.67
1933	4,974,493.64	1,392,103.70	411,717.24	459,422.43	2,263,243.37	2,714,250.27	200,000.00	2,914,250.27	258,389.67	3,169,639.94	1,064,220.21	2,105,419.73
1934	5,217,268.00	1,552,944.61	413,698.99	477,804.35	2,444,447.95	2,772,820.05	225,000.00	2,997,820.05	199,843.50	3,197,663.55	1,059,446.33	2,138,217.22
1935	5,671,037.37	1,713,747.63	464,336.18	588,623.04	2,766,706.85	2,904,330.52	177,945.59	3,082,276.11	245,693.44	3,327,969.55	1,055,780.02	2,272,189.53
1936	6,064,813.91	2,143,059.29	468,526.38	666,229.00	3,277,814.67	2,783,959.24	172,442.14	2,956,401.38	275,956.74	3,232,358.12	1,054,518.56	2,177,839.56
1937	6,025,528.49	1,878,050.98	483,091.93	698,092.28	3,059,235.19	2,966,293.30		2,966,293.30	390,479.34	3,356,772.64	1,099,662.04	2,257,110.60
1938	6,881,799.91	2,377,843.80	533,022.42	844,418.38	3,755,284.60	3,126,515.31		3,126,515.31	463,278.58	3,589,793.89	1,095,557.07	2,494,236.82
1939	6,702,785.45	2,579,473.37	535,895.09	755,881.90	3,875,250.36	2,827,534.09		2,827,534.09	461,652.96	3,289,187.05	1,115,448.88	2,173,738.17
1940	6,319,455.63	2,448,557.28	548,564.70	704,195.90	3,701,317.88	2,618,147.75		2,618,147.75	420,936.32	3,039,084.07	923,583.37	2,115,500.70
1941	6,461,701.61	2,413,403.39	558,591.31	821,321.82	3,793,316.32	2,668,385.29		2,668,385.29	335,030.48	3,003,415.77	892,725.86	2,110,689.91
1942	6,904,823.82	2,260,330.49	568,805.38	1,457,729.24	4,286,865.11	2,617,958.71		2,617,958.71	482,884.86	3,100,843.57	700,422.83	2,400,420.74
1943	6,443,075.14	2,041,109.39	570,473.61	1,454,248.75	4,066,231.79	2,376,843.35		2,376,843.35	412,549.05	2,789,392.40	700,254.52	2,089,137.88
1944	7,149,668.66	2,385,262.98	572,364.86	1,577,826.08	4,535,453.92	2,613,214.74		2,613,214.74	424,253.13	3,037,467.87	703,957.54	2,333,510.33
1945	7,051,676.44	2,348,110.32	574,245.15	1,528,942.75	4,451,298.23	2,600,377.21		2,600,377.21	442,166.91	3,042,544.12	711,383.35	2,331,160.77
Totals	\$175,164,943.77	\$40,448,541.33	\$10,638,425.64	\$16,502,008.69	\$67,589,065.66	\$68,575,878.11	\$ 732,365.33	\$69,308,243.44	\$7,600,223.01	\$76,908,466.45	\$26,504,996.30	\$50,403,470.15

(a) Exclusive of transfers from Equalization Reserves.

(b) This represents additions to (or deductions from) operating revenues transferred from Equalization Reserves. Prior to 1931, the transfers were made to equalize the income in high and low water years. After 1931, the transfers were made to offset special allowances made in the power bill to Consolidated Gas, Electric Light and Power Company of Baltimore under Article 3g of the Supplemental Agreement of June 1, 1931.

(c) The consolidation includes merged subsidiaries and Susquehanna Transmission Company of Maryland.

( ) denote deduction.

Docket IT-5915

## PENNSYLVANIA WATER &amp; POWER COMPANY

Calculation of Return to Common Stockholders  
 ON THEIR ORIGINAL CASH INVESTMENT FOR THE PERIOD FROM  
 FROM JANUARY 1, 1911 TO DECEMBER 31, 1945

Year	Cash Paid in on Common Stock (a) (1)	Dividends Paid on Common Stock (2)	Percentage of Dividends to Cash Paid in (3)
1911	\$ 4,495,500.00	\$	
1912	4,495,500.00		
1913	4,495,500.00		
1914	4,495,500.00	339,800.00	7.6%
1915	4,495,500.00	339,800.00	7.6
1916	4,495,500.00	382,275.00	8.5
1917	4,495,500.00	424,750.00	9.4
1918	4,495,500.00	467,225.00	10.4
1919	4,495,500.00	509,700.00	11.3
1920	4,495,500.00	552,175.00	12.3
1921	4,495,500.00	594,650.00	13.2
1922	4,495,500.00	594,650.00	13.2
1923	5,769,800.00	639,250.50	11.1
1924	6,868,812.50	820,620.00	11.9
1925	6,868,812.50	899,696.00	12.5
1926	6,868,812.50	859,696.00	12.5
1927	6,868,812.50	967,158.00	14.1
1928	6,868,812.50	1,074,620.00	15.6
1929	6,868,812.50	1,128,351.00	16.4
1930	6,868,812.50	1,289,544.00	18.8
1931	6,868,812.50	1,289,544.00	18.8
1932	6,868,812.50	1,289,544.00	18.8
1933	6,868,812.50	1,289,544.00	18.8
1934	6,868,812.50	1,289,544.00	18.8
1935	6,868,812.50	1,397,006.00	20.3
1936	6,868,812.50	1,719,392.00	25.0
1937	6,868,812.50	1,934,316.00	28.2
1938	6,868,812.50	1,934,316.00	28.2
1939	6,868,812.50	1,719,392.00	25.0
1940	6,868,812.50	1,719,392.00	25.0
1941	6,868,812.50	1,719,392.00	25.0
1942	6,868,812.50	1,719,392.00	25.0
1943	6,868,812.50	1,719,392.00	25.0
1944	6,868,812.50	1,719,392.00	25.0
1945	6,868,812.50	1,719,392.00	25.0
Total	<u>\$210,829,675.00</u>	<u>\$36,022,910.50</u>	<u>17.1%</u>

Notes: (a) Represents \$4,495,500 cash paid in on the portion of McCall Ferry Power Company bonds exchanged for Pennsylvania Water & Power Company common stock as of January 13, 1910, plus the consideration received for subsequent issues of common stock.



Docket 17-9915

## PENNSYLVANIA WATER &amp; POWER COMPANY

CALCULATION OF PERCENTAGE EARNED ON ADJUSTED NET PLANT INVESTMENT PLUS WORKING CAPITAL  
FOR THE PERIOD FROM JANUARY 1, 1911 TO DECEMBER 31, 1945

Year	Adjusted Net Plant Investment				Average Investment Base				Net Operating Income Per Books (b)	Percentage Earned (11)
	Consolidated Plant Per Books at End of Year (a)	Deduct Plant Held for Future Use Per Books (2)	Deduct Examiners' Adjustments (3)	Adjusted Plant (4)	Deduct Adjusted Reserve for Depreciation (5)	Adjusted Net Plant (6)	Average Net Plant Balances (7)	Add Working Capital (8)	Average Base (7 & 8) (9)	
1910	\$14,774,574.00		\$4,527,870.26	\$10,246,703.74		\$10,246,703.74	\$10,578,343.63		\$10,578,343.63	3.0%
1911	15,491,027.03		4,581,043.50	10,909,983.53		10,909,983.53	11,339,735.91	75,000.00	11,414,735.91	5.4
1912	16,382,215.90		4,670,627.84	11,711,588.06	(57,900.24)	11,769,488.30	11,946,681.15	75,000.00	12,021,681.15	4.3
1913	17,206,113.66		4,893,455.61	12,312,657.95	189,783.94	12,123,874.01	12,515,400.03	75,000.00	12,590,400.03	5.8
1914	18,008,067.12		4,927,479.31	13,080,587.81	173,661.75	12,906,926.06	12,926,856.03	75,000.00	13,001,856.03	7.2
1915	18,044,286.30		4,924,218.12	13,120,068.18	173,282.18	12,946,786.00	12,923,723.92	75,000.00	12,998,723.92	7.1
1916	18,176,020.80		4,952,516.79	13,223,504.01	322,842.17	12,900,661.84	13,032,149.51	100,000.00	13,132,149.51	9.8
1917	18,444,052.13		4,980,167.05	13,463,885.08	320,247.85	13,163,637.19	13,204,523.12	100,000.00	13,304,523.12	9.1
1918	18,562,454.05		5,004,426.84	13,558,027.21	312,418.16	13,245,609.05	13,289,109.18	100,000.00	13,389,109.18	9.7
1919	18,674,021.87		5,071,045.68	13,602,976.19	270,366.88	13,332,609.31	13,284,895.46	100,000.00	13,384,895.46	8.6
1920	18,873,923.44		5,098,378.86	13,775,544.58	538,362.97	13,237,181.61	13,242,514.25	100,000.00	13,312,514.25	8.0
1921	19,016,779.37		5,127,750.68	13,889,028.69	701,181.75	13,187,846.90	13,163,211.37	100,000.00	13,263,211.37	6.4
1922	19,147,293.84		5,165,223.32	13,982,070.52	843,494.67	13,138,575.85	13,070,812.76	150,000.00	13,220,812.76	8.9
1923	19,218,282.31		5,273,940.31	13,944,342.00	941,202.32	13,003,049.68	14,913,690.34	150,000.00	15,063,690.34	10.2
1924	23,236,960.91		5,314,153.89	17,922,807.02	1,098,476.01	16,824,331.01	18,841,445.46	250,000.00	19,091,445.46	9.3
1925	27,689,963.95		5,464,622.67	22,195,341.28	1,336,781.36	20,858,559.92	20,954,183.08	250,000.00	21,204,183.08	11.2
1926	28,185,021.27		5,501,400.81	22,683,620.46	1,633,814.22	21,049,806.24	21,058,794.24	300,000.00	21,358,794.24	11.0
1927	28,434,821.24		5,415,246.55	23,019,574.69	1,951,792.44	21,067,782.25	21,077,409.59	300,000.00	21,377,409.59	12.3
1928	28,622,407.66		5,378,019.88	23,244,387.78	2,157,350.84	21,087,036.94	21,092,371.19	350,000.00	21,442,371.19	11.6
1929	28,897,638.65		5,383,847.17	23,513,791.48	2,416,086.03	21,097,705.45	20,979,407.54	350,000.00	21,329,407.54	10.1
1930	29,009,015.54		5,477,433.49	23,531,582.05	2,670,472.41	20,861,109.64	21,638,400.12	350,000.00	21,988,400.12	12.4
1931	30,922,198.10		5,504,151.43	25,418,046.67	3,002,356.07	22,415,690.60	22,447,470.41	350,000.00	22,797,470.41	11.8
1932	31,394,931.81		5,574,502.79	25,820,429.02	3,441,178.80	22,379,250.22	22,536,339.42	350,000.00	22,886,339.42	11.9
1933	31,861,786.42		5,598,209.19	26,263,577.23	3,670,148.61	22,593,428.62	22,595,788.72	350,000.00	22,945,788.72	12.1
1934	32,243,180.97		5,620,391.74	26,622,789.23	4,024,440.41	22,598,348.82	23,164,117.00	350,000.00	23,514,117.00	12.4
1935	33,845,702.98		5,680,229.39	28,165,473.59	4,135,388.40	23,730,085.19	23,702,683.46	450,000.00	24,152,683.46	11.5
1936	33,992,295.15		5,685,413.48	28,306,881.67	4,631,599.94	23,675,281.73	24,819,013.70	450,000.00	25,269,013.70	11.7
1937	36,583,736.39		5,688,999.43	30,895,136.96	4,932,391.28	25,962,745.68	26,002,641.43	450,000.00	26,452,641.43	11.8
1938	37,103,974.69		5,688,564.43	31,415,410.26	5,372,473.08	26,042,937.18	25,905,025.41	450,000.00	26,355,025.41	10.7
1939	37,312,226.17		5,679,639.43	31,632,586.74	5,865,473.09	25,767,113.65	25,630,638.74	550,000.00	26,180,638.74	10.9
1940	37,390,949.06	560.02	5,676,401.02	31,713,988.02	6,219,824.19	25,494,163.83	25,427,030.58	550,000.00	25,977,030.58	10.3
1941	37,417,335.76	2,082.77	5,674,327.48	31,740,925.51	6,611,028.18	25,359,897.33	25,475,858.44	550,000.00	26,025,858.44	10.1
1942	38,413,635.47	2,082.77	5,670,503.23	32,741,049.47	7,149,229.91	25,591,819.56	25,922,161.82	575,000.00	26,497,161.82	9.9
1943	38,479,090.01	2,196.03	5,668,063.66	32,808,830.32	7,706,326.23	25,102,504.09	24,852,815.66	590,000.00	25,442,815.66	10.3
1944	38,522,266.70	2,196.03	5,667,034.41	32,853,036.26	8,249,909.03	24,603,127.23	24,380,373.42	620,000.00	25,000,373.42	10.4
1945	38,586,428.16	2,196.03	5,663,493.90	32,920,738.23	8,763,118.72	24,157,619.51				
Totals									\$677,465,716.09	10.1%
									\$68,575,878.11	

Notes: (a) Exclusive of Construction Work in Progress and Bond Discount and Expense.

(b) Represents net operating income per books, less \$732,365.33 transferred from the Equalization Reserve.



Docket IT-5915

## PENNSYLVANIA WATER &amp; POWER COMPANY

RATIO OF NET INCOME AVAILABLE FOR COMMON STOCK (PER BOOKS)  
TO ADJUSTED COMMON STOCK EQUITY

Year	Common Stock Equity, Adjusted				Net Income Available for Common Stock, Per Books			Per Cent Earned on Common Stock Equity
	Common Stock Per Books (1)	Adjusted Surplus (a) (2)	Reserves, Other Than Depreciation Per Books (3)	Total Common Stock, Surplus and Reserves (4)	Net Income Per Books (5)	Deduct Dividends On Preferred Stock (6)	Net Income Available For Common Stock (7)	
1911	\$ 8,457,900.00	\$ (4,540,576.98)	\$ 30,000.00	\$ 3,947,323.02	\$ 66,200.63	\$	\$ 66,200.63	1.7%
1912	8,495,000.00	(4,365,395.79)	186,561.83	4,316,166.04	235,769.25		235,769.25	5.5
1913	8,495,000.00	(4,700,224.41)	600,000.00	4,394,775.59	152,662.41		152,662.41	3.5
1914	8,495,000.00	(4,736,463.06)	582,660.19	4,341,197.13	411,977.58		411,977.58	9.5
1915	8,495,000.00	(4,711,932.09)	700,000.00	4,483,067.91	434,052.93		434,052.93	9.7
1916	8,495,000.00	(4,752,215.98)	700,000.00	4,442,784.02	469,849.77		469,849.77	10.6
1917	8,495,000.00	(4,779,742.00)	1,067,000.00	4,782,258.00	697,717.46		697,717.46	14.6
1918	8,495,000.00	(4,796,401.25)	1,292,000.00	4,990,598.75	737,495.81		737,495.81	14.8
1919	8,495,000.00	(4,824,262.51)	1,537,000.00	5,207,737.49	766,406.30		766,406.30	14.7
1920	8,495,000.00	(4,952,165.49)	1,526,739.55	5,069,574.06	645,409.52		645,409.52	12.7
1921	8,495,000.00	(4,978,267.18)	1,504,439.55	5,021,172.37	671,352.21		671,352.21	13.4
1922	8,495,000.00	(5,007,801.59)	1,296,539.55	4,783,737.96	748,045.92		748,045.92	15.6
1923	9,769,300.00	(5,040,193.26)	1,380,539.55	6,109,646.29	806,464.16		806,464.16	13.2
1924	10,868,312.50	(5,105,745.12)	1,610,539.55	7,373,106.93	1,003,768.98		1,003,768.98	13.6
1925	10,868,312.50	(5,114,515.24)	1,850,539.55	7,604,336.81	1,138,887.66		1,138,887.66	15.0
1926	10,868,312.50	(5,047,265.86)	2,564,539.55	8,385,586.19	1,226,799.95		1,226,799.95	14.6
1927	10,868,312.50	(5,154,844.97)	3,191,539.55	8,904,967.08	1,325,318.82		1,325,318.82	14.9
1928	10,868,312.50	(4,766,806.66)	3,741,539.55	9,843,045.39	1,652,486.74		1,652,486.74	16.8
1929	10,868,312.50	(4,234,761.18)	3,961,539.55	10,595,090.87	1,877,381.27		1,877,381.27	17.7
1930	10,868,312.50	(2,817,247.21)	2,861,539.55	10,912,604.84	1,957,797.24		1,957,797.24	17.9
1931	10,868,312.50	(2,151,411.06)	2,337,671.35	11,054,569.79	2,056,142.51		2,056,141.51	18.6
1932	10,868,312.50	(3,088,142.01)	2,300,180.77	10,080,351.26	2,122,106.67		2,122,106.67	21.1
1933	10,868,312.50	(3,383,159.20)	2,787,813.05	10,272,966.35	2,105,419.73	16,873.28	2,088,546.45	20.3
1934	10,868,312.50	(3,103,660.41)	3,149,840.84	10,914,492.93	2,138,217.22	19,145.00	2,119,072.22	19.4
1935	10,868,312.50	(3,001,474.18)	3,582,962.62	11,449,800.94	2,272,189.53	85,385.00	2,186,804.53	19.1
1936	10,868,312.50	(2,538,421.36)	2,583,626.62	10,913,517.76	2,177,939.56	107,465.00	2,070,474.56	19.0
1937	10,868,312.50	(1,914,614.56)	2,127,915.63	11,051,613.57	2,257,110.40	107,465.00	2,149,645.40	19.5
1938	10,868,312.50	(1,492,164.73)	2,055,805.22	11,431,952.99	2,494,236.82	107,465.00	2,386,771.82	20.9
1939	10,868,312.50	(1,102,453.05)	1,971,604.82	11,737,464.27	2,173,843.17	107,465.00	2,066,378.17	17.6
1940	10,868,312.50	(884,515.95)	1,397,757.03	11,381,553.58	2,115,500.70	107,465.00	2,008,035.70	17.6
1941	10,868,312.50	(419,039.35)	217,470.07	10,666,743.22	2,110,689.91	107,465.00	2,003,224.91	18.8
1942	10,868,312.50	(364,472.04)	75,276.74	10,579,117.20	2,400,420.74	107,465.00	2,292,955.74	21.7
1943	10,868,312.50	373,895.75	79,427.85	11,321,636.10	2,289,137.88	107,465.00	2,181,672.88	19.3
1944	10,868,312.50	871,365.91	80,871.68	11,820,550.09	2,333,510.33	107,465.00	2,226,045.33	18.8
1945	10,868,312.50	1,067,009.98	78,244.98	12,013,567.46	2,331,161.37	107,465.00	2,223,696.37	18.5
Totals	\$350,775,075.00	\$(115,588,127.09)	\$57,011,726.34	\$292,198,674.25	\$50,403,470.15	\$1,196,053.28	\$49,207,416.87	16.8

Note (a): Surplus has been adjusted to reflect the examiners' adjustments.

**Exhibit No. 60**

**3595**

**EXHIBIT NO. 60.**

**[22718]**

**FEDERAL POWER COMMISSION**

**Docket No. IT-5915**

**PENNSYLVANIA WATER & POWER COMPANY**

**CONSOLIDATED INCOME STATEMENT**

**Bureau of Accounts, Finance and Rates  
Division of Accounts**

[22729] (page 9)

The reserve for depreciation at December 31, 1939 was \$6,086,538.02. The limitation provision in the power contract compelled the management of both companies to review the estimated service lives and to determine whether the annual expense of \$355,000 and the accumulated depreciation reserve of \$6,000,000 were excessive. Both parties agreed that the depreciation rates and depreciation reserve were not excessive and found it desirable to continue the depreciation charge based upon the same service life estimates and to remove the limitation upon the balance in the depreciation reserve. The 1931 power contract was revised accordingly, by the supplemental agreement dated September 29, 1939, effective December 1, 1939.

The depreciation rates reviewed in 1939 are shown in Schedule No. 9A. The composite depreciation rate is 1.89% and the composite service life 53 years for the plant installed prior to January 1, 1931 (Col. 4).

[22737] (page 17)

*Depreciation Expense (Schedule No. 9, 9A):*

The Company uses the straight line depreciation method and estimated service lives to determine depreciation rates. The depreciation rates are applied to the cost of depreciable plant to compute the annual depreciation expense. The depreciation expense so computed is recorded in the books and financial statements, included in the power bill to Baltimore Company and reported in the income tax returns to the Bureau of Internal Revenue.

Schedule No. 9A shows the details of the depreciation calculations for the year 1944. The composite service lives and depreciation rates are shown on Schedule No. 9. The composite service life for the depreciable plant is estimated by the Company to be 48 years. At December 31, 1944, the depreciable plant was \$27,630,429 and the depreciation reserve balance was \$8,463,859 which is 30.6% of the depreciable plant.



Docket IT-5915.

Schedule 9

35

## PENNSYLVANIA WATER &amp; POWER COMPANY

## DEPRECIATION EXPENSE - PER BOOKS

	Depreciation Base	Ave. Life Yrs.	Depr. Rate %	Depreciation Expense
1942 DEPRECIATION EXPENSE:				
Hydro Plant	\$13,115,217	65.4	1.53	\$200,456
Steam Plant	4,466,436	34.6	2.89	129,019
Transmission Plant	9,979,641	40.8	2.45	244,356
Total	<u>27,561,294</u>	<u>48.1</u>	<u>2.08</u>	<u>573,831</u>
Auto Depr. (Clearing Acct.)				5,026
Acct. 503 Depreciation Expense				<u>\$568,805</u>
1943 DEPRECIATION EXPENSE:				
Hydro Plant	\$13,133,837	65.4	1.53	\$201,065
Steam Plant	4,485,174	34.6	2.89	129,400
Transmission Plant	9,988,098	40.8	2.45	244,526
Total	<u>27,607,109</u>	<u>48.1</u>	<u>2.08</u>	<u>574,991</u>
Auto Depr. (Clearing Acct.)				4,117
Acct. 503 Depreciation Expense				<u>\$570,874</u>
1944 DEPRECIATION EXPENSE:				
Hydro Plant	\$13,154,292	65.4	1.53	\$201,729
Steam Plant	4,487,415	34.6	2.89	129,675
Transmission Plant	9,988,722	40.8	2.45	244,585
Total	<u>27,630,429</u>	<u>48.1</u>	<u>2.08</u>	<u>575,989</u>
Auto Depr. (Clearing Acct.)				3,624
Account 503 Depreciation Expense				<u>\$572,365</u>
1945 DEPRECIATION EXPENSE:				
Auto Depr. (Clearing Acct.)				\$576,974
Account 503 Depreciation Expense				<u>2,729</u>
				<u>\$574,245</u>

## 1944 DEPRECIATION SCHEDULE, SHOWING COMPANY CLASSIFICATION OF DEPRECIABLE PLANT AND DEPRECIATION RATES

	Depreciable Plant			On Property		On Additions		Depreciation Reserve as at December 31, 1944			
	Property as at 1-1-31	Additions Since 1-1-31	Total	as at 1-1-31		Since 1-1-31 at 12-31-44		Accumulated Credits as at 12-31-44	Charges During Year 1944	Total Charges as at 12-31-44	Reserve Balance as at 12-31-44
	(1)	(2)	(3)	Ave. Rate	Amount	(6)	Total	(8)	(9)	(10)	(11)
<b>Pennsylvania Water &amp; Power Company</b>											
<b>Buildings</b>											
Concrete	\$ 2,234,389.50	-	\$ 2,234,389.50	1.0	\$ 22,343.90	-	\$ 22,343.90	\$ 624,132.20	-	\$ 43,739.64	\$ 580,374.56
Brick	173,621.08	-	173,621.08	2.0	3,517.43	-	3,517.43	98,844.72	-	-	98,844.72
Frame	221,472.42	-	221,472.42	4.0	9,023.07	-	9,023.07	269,873.25	-	20,046.98	223,826.27
Holtwood Substation	19,048.48	-	19,048.48	.52	100.52	-	100.52	2,095.62	-	208.95	2,286.67
Power House	410,401.75	60,990.90	471,392.65	.62	2,601.01	1,524.77	4,125.78	67,185.99	-	71,641.93	13,855.94
Transformer House	235,380.27	34,729.81	270,110.08	.78	1,865.53	868.25	2,733.78	44,499.56	-	4,623.14	39,876.42
Gate House	91,077.98	8,570.45	99,648.43	.84	790.10	214.26	1,004.36	17,219.99	-	19,429.24	12,209.25
Total Buildings	3,385,391.48	104,291.15	3,489,682.64	-	40,241.56	2,607.28	42,848.84	1,104,451.33	-	159,689.80	744,761.45
<b>Machinery</b>											
Turbines	1,282,421.07	-	1,282,421.07	2.0	25,648.42	-	25,648.42	717,222.82	-	21,736.35	695,486.27
Generators	699,742.49	-	699,742.49	2.5	17,493.56	-	17,493.56	485,666.91	-	2,595.72	482,771.19
Transformers	310,808.91	-	310,808.91	2.5	7,508.21	-	7,508.21	226,188.33	-	64,960.39	161,227.94
Auxiliary Machinery	264,594.09	-	264,594.09	2.5	6,589.28	-	6,589.28	185,765.36	-	51,206.18	134,559.18
Switchboard	504,913.28	-	504,913.28	2.5	11,982.15	-	11,982.15	320,635.37	-	-	320,635.37
Holtwood Substation Machinery	222,736.71	501,821.90	724,558.61	1.57	4,674.43	12,545.55	17,219.98	228,965.24	-	159,948.01	69,017.23
Power House Machinery	1,377,077.53	457,114.06	1,834,201.59	1.53	21,087.59	11,337.50	32,425.09	499,132.21	2,639.32	285,269.18	213,763.03
Total Machinery	4,662,304.08	958,935.96	5,621,240.04	-	90,983.64	23,883.05	118,866.69	2,663,576.04	2,639.32	586,115.83	2,077,460.21
<b>Transmission</b>											
Towers	63,095.19	-	63,095.19	4.22	2,661.67	-	2,661.67	67,187.59	-	1,179.53	66,008.06
Cables - Overhead	38,674.86	-	38,674.86	1.0	404.22	-	404.22	40,167.56	-	-	19,167.56
<b>Lines</b>											
Baltimore	104,142.16	36,890.23	141,032.39	2.94	2,740.92	919.99	3,660.91	83,533.38	755.42	15,729.54	67,803.84
Westport	-	502,341.47	502,341.47	-	-	12,547.89	12,547.89	152,080.81	-	263.15	151,817.66
York	397,879.02	220,803.27	618,682.29	2.27	7,539.15	5,497.52	13,036.67	217,912.74	468.64	35,579.08	182,333.66
Coatesville	262,911.60	75,670.06	338,581.66	1.79	5,843.11	1,843.56	7,686.67	133,524.87	218.00	12,714.67	120,810.20
Lancaster	415,388.41	(231,185.78)	184,202.63	1.69	7,316.04	(5,779.64)	1,536.40	74,966.46	-	34,088.48	40,877.98
Delta	33,241.30	(637.00)	32,604.30	1.62	537.26	(15.92)	521.34	10,023.10	-	526.19	9,496.91
Perryville	-	636,293.91	636,293.91	-	-	15,907.35	15,907.35	154,646.84	-	1.24	154,645.60
Riverside	-	362,657.76	362,657.76	-	-	9,055.80	9,055.80	63,489.38	-	-	63,489.38
<b>Substations</b>											
Coatesville	-	1,094,566.42	1,094,566.42	-	-	27,364.15	27,364.15	255,938.22	-	7,073.86	248,864.36
Manor	-	162,759.15	162,759.15	-	-	4,069.60	4,069.60	29,152.56	-	3,397.19	25,755.37
Manheim	-	1,389.16	1,389.16	-	-	34.73	34.73	193.91	-	-	193.91
Total Transmission	1,315,332.54	2,861,548.65	4,176,881.19	-	27,042.37	71,445.03	98,487.40	1,252,917.42	1,442.06	110,552.93	1,142,364.49
<b>Rocks, Headgates, Hydraulics</b>											
Rocks and Headgates	625,227.91	-	625,227.91	2.0	12,504.56	-	12,504.56	348,931.21	-	10,624.48	338,306.73
Dam and Hydraulic Structures	3,283,805.12	59,550.78	3,343,355.90	.5	17,519.61	1,488.77	19,008.38	490,227.88	-	419,824.84	70,403.04
Total Rocks, Headgates, Hydraulics	3,909,033.03	59,550.78	3,968,583.81	-	30,024.17	1,488.77	31,512.94	839,159.09	-	430,449.32	408,709.77
<b>Miscellaneous Holtwood Construction</b>	342,756.19	141,550.21	515,916.40	3.85	14,786.51	3,476.83	18,263.34	278,606.93	1,660.52	50,385.11	228,221.87
<b>Miscellaneous Property</b>	-	32,476.40	32,476.40	-	-	7,557.81	7,557.81	51,992.53	1,466.32	77,964.91	(25,972.38)
Total Hydro and Transmission	\$13,646,427.32	\$4,428,353.15	\$18,074,780.48	-	\$207,078.25	\$110,458.77	\$317,537.02	\$5,190,703.39	\$1,206.22	\$1,415,167.98	\$4,775,535.41
<b>Steam Station Property</b>	\$ 3,500,000.00	\$ 987,415.48	\$ 4,487,415.48	3.0	\$105,000.00	\$ 24,675.38	\$129,675.38	\$2,177,804.99	\$22,221.99	\$ 2,200,026.98	\$1,287,388.51
Total Penna. Water & Power Company	\$17,146,427.32	\$5,415,768.64	\$22,562,195.96	1.24	\$312,078.25	\$135,134.15	\$447,212.40	\$8,366,508.30	\$29,448.21	\$1,640,297.16	\$6,726,211.22
<b>Susquehanna Transmission Company of Maryland</b>											
<b>Buildings</b>											
Baltimore Substation	113,180.45	(2,857.67)	110,322.78	2.89	3,269.55	(54.95)	3,214.60	87,700.08	2,424.29	26,707.34	60,992.74
<b>Machinery</b>											
Baltimore Substation	655,113.09	39,296.69	694,409.78	2.48	16,234.91	982.42	17,217.33	418,148.73	-	83,785.77	334,362.76
<b>Transmission</b>											
Lines											
Baltimore	513,940.28	91,200.52	705,140.80	2.59	15,894.80	2,276.80	18,171.60	456,179.47	393.32	66,078.89	390,100.58
Gunpowder	116,220.13	8,412.60	124,632.73	2.93	3,407.10	210.31	3,617.41	66,751.81	-	2,164.00	64,587.81
Westport	-	1,248,399.24	1,248,399.24	-	-	31,209.98	31,209.98	388,031.07	-	461.35	387,569.72
Washington	-	323,651.48	323,651.48	-	-	8,091.29	8,091.29	94,845.51	-	266.98	94,578.53
Perryville	-	488,881.99	488,881.99	-	-	12,222.05	12,222.05	116,206.37	-	-	116,206.37
Riverside	-	1,156,797.84	1,156,797.84	-	-	28,919.95	28,919.95	207,370.79	-	-	207,370.79
<b>Substation</b>											
Ellicott	-	72,570.46	72,570.46	-	-	1,814.26	1,814.26	21,289.03	-	-	21,289.03
Total Transmission	730,160.41	3,389,914.13	4,120,074.54	-	19,301.70	84,744.64	104,046.34	1,350,674.05	393.32	68,971.72	1,281,702.23
<b>Miscellaneous Property</b>	142,077.34	1,348.80	143,426.14	3.0	4,262.32	35.53	4,298.25	119,997.87	187.55	61,407.57	58,590.30
Total Susquehanna Transmission Co. of Md.	1,640,531.29	3,427,701.95	5,068,233.24	2.62	43,068.48	85,708.94	128,776.52	1,976,520.73	3,005.16	240,872.70	1,735,648.03
<b>Grand Total</b>	\$18,786,958.61	\$8,843,470.59	\$27,630,429.20	1.89	\$355,146.73	\$220,842.19	\$575,988.92	\$10,345,029.11	\$32,453.37	\$1,881,169.88	\$8,461,859.25

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Exhibit No. 60

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